DEFENSE FINANCE AND ACCOUNTING SERVICE

1931 JEFFERSON DAVIS HIGHWAY ARLINGTON, VA 22240-5291

JUL 9 1999

DFAS-HQ/FMM

MEMORANDUM FOR DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE CLEVELAND CETER

DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE DENVER CENTER

DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE INDIANAPOLIS CENTER

DIRECTOR DEFENSE FINANCE AND ACCOUNTING SERVICE KANSAS CITY CENTER

SUBJECT: Interim Change to the DODFMR, Volume 7A, Regarding Computation of Pay and Saved Pay (DFAS Item I-5)

This is Interim Change **20-99** to the DODFMR, Vol 7A. This change is effective January 1, 1998.

We have evaluated your comments on the draft change to the DODFMR, Vol 7A. The attached final version of the change includes your comments where appropriate. Assignment of an interim change number is your authority to start a procedural modification, if necessary, to facilitate this change. For the Denver Center, use the attached to initiate the formal printed change to the DODFMR, Volume 7A, and the interim change.

Our point of contact, Roger Castillo, may be contacted at DSN 327-1907 or (703) 607-1907.

Gregory P. Bitz Director for Finance

Attachment: As stated

cc: DASD (MPP) (Comp)

ODGC (F)
DFAS-DE/DG

Service Liaisons

USCG/NOAA/PHS Liaisons

DJMS-PM

1. Revise subparagraph 020102.C, last sentence to read:

"See table 26-3, rule 24; table 26-8, rule 2, for entitlement to BAH and table 25-1, rules 6 and 7, for BAS payments."

2. Revise subparagraph 020301.C.4 to read:

"4. BAH may be continued as an item of saved pay, and will be paid whenever it is not forfeited because the member is assigned to government quarters."

3. Revise subparagraph 020301.C.6 to read:

"6. Special duty assignment pay, incentive pay for hazardous duty, special pay for diving duty, special pay for sea duty, and hardship duty pay (replaced foreign duty pay effective 4 February 1999), may be"

4. Revise subparagraph 020301.C.8 to read:

"8. FSH may be continued as an item of saved pay under the same conditions as BAH. See 4 above. If the member was entitled to FSA due to enforced separation from the member's family at the time of appointment, the allowance may be included in the computation of saved pay until entitlement ends. FSA may be reinstated for future periods if the member again qualifies for FSA due to enforced separation from the family. Similarly, other items of overseas station allowance and/or special or incentive pay may be reinstated if a member again qualifies for them."